

**Transportation  
Aviation**

	Revised FY 2006	Requested FY 2007	Requested FY 2008	Recommended FY 2007	Recommended FY 2008
<b>SOURCE OF FUNDS</b>					
<b>General Fund</b>					
Regular Appropriation		2,968,000	2,968,000		
<b>Total General Fund</b>		2,968,000	2,968,000		
<b>Restricted Funds</b>					
Balance Forward	5,142,300	100,000	100,000	100,000	100,000
Current Receipts	6,000,000	4,665,000	4,640,000	4,665,000	4,640,000
Fund Transfers				-468,000	-468,000
<b>Total Restricted Funds</b>	11,142,300	4,765,000	4,740,000	4,297,000	4,272,000
<b>Federal Funds</b>					
Current Receipts	629,700	15,000	15,000	15,000	15,000
<b>Total Federal Funds</b>	629,700	15,000	15,000	15,000	15,000
<b>Road Fund</b>					
Regular Appropriation		1,959,600	1,959,600		
<b>Total Road Fund</b>		1,959,600	1,959,600		
<b>TOTAL SOURCE OF FUNDS</b>	11,772,000	9,707,600	9,682,600	4,312,000	4,287,000
<b>EXPENDITURES BY CLASS</b>					
Personnel Cost	1,813,500	2,426,900	2,551,100	1,207,600	1,232,500
Operating Expenses	264,400	648,800	586,700	264,400	264,400
Grants, Loans or Benefits	9,360,100	3,636,300	3,549,200	2,740,000	2,690,100
Debt Service	234,000	936,000	936,000		
Capital Outlay		1,959,600	1,959,600		
<b>TOTAL EXPENDITURES</b>	11,672,000	9,607,600	9,582,600	4,212,000	4,187,000
<b>EXPENDITURES BY FUND SOURCE</b>					
General Fund		2,968,000	2,968,000		
Restricted Funds	11,042,300	4,665,000	4,640,000	4,197,000	4,172,000
Federal Funds	629,700	15,000	15,000	15,000	15,000
Road Fund		1,959,600	1,959,600		
<b>TOTAL EXPENDITURES</b>	11,672,000	9,607,600	9,582,600	4,212,000	4,187,000
<b>EXPENDITURES BY UNIT</b>					
Air Regulatory	89,500	89,500	89,500	89,500	89,500
Air Development	11,582,500	9,518,100	9,493,100	4,122,500	4,097,500
<b>TOTAL EXPENDITURES</b>	11,672,000	9,607,600	9,582,600	4,212,000	4,187,000

In accordance with KRS Chapter 183, the Transportation Cabinet supports the Commonwealth's Aviation program. There are two programs within the Aviation unit, the Air Regulatory program and the Airport Development program. The Air Regulatory program is responsible for inspecting and determining the safety and efficiency of approximately 150 airport and heliport facilities in the state. Pursuant to KRS 183.861, the Kentucky Airport Zoning Commission protects the navigable airspace within the state by evaluating applications for construction, issuing permits, and maintaining updated airport zoning maps. The Commission is attached to the Air Regulatory Program for administrative purposes.

The Airport Development program provides for administration, planning and management of airport construction, and maintenance of local airports. Airport Development also provides technical and financial assistance to the state's 62 public use airports, including updating and distributing the state aeronautical charts and airport directories.

KRS 183.525 provides the funding authority to operate the Aviation program. Since July 2000, the sales and use tax collected from the sale of aviation jet fuel funds the operation.

### **Policy**

The Executive Budget suspends the provisions of KRS 183.525(5) during the 2006-2008 biennium; therefore, funds accruing to the Kentucky Aviation Economic Development Fund may support the administrative and operating costs of the Aviation program.

The Governor's budget recommendation provides \$468,000 in fiscal year 2007 and \$468,000 in fiscal year 2008 to be transferred to the General Fund to support the debt service on the \$5 million Airport Relocation Assistance Bonds authorized in House Bill 267 by the 2005 Regular Session of the General Assembly.